

## Message Text

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44

ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-04 H-02 INR-07 L-03

NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15 USIA-06

AID-05 COME-00 EB-07 FRB-03 TRSE-00 XMB-02 OPIC-03

CIEP-01 LAB-04 SIL-01 OMB-01 INT-05 /091 W

----- 073874

R 101120Z NOV 75

FM AMEMBASSY REYKJAVIK

TO SECSTATE WASHDC 5762

INFO CINCLANT

COMICEDEFOR

AMEMBASSY BERN

USMISSION EC BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY HELSINKI

AMEMBASSY LONDON

AMEMBASSY OSLO

USMISSION OECD PARIS

AMEMBASSY STOCKHOLM

USMISSION NATO

C O N F I D E N T I A L REYKJAVIK 1268

E.O. 11652: GDS

TAGS: PFOR IC BDIS

SUBJECT: UNION CARBIDE TO DELAY PLANT CONSTRUCTION

REF: REYKJAVIK 1257

1. UNION CARBIDE (EUROPE) REP TOLD EMBOFF THAT AT MEETING OF BOARD OF DIRECTORS OF ICELANDIC ALLOYS NOV. 6-7, RESOLUTION WAS PASSED POSTPONING ANY FURTHER ACTION ON CONSTRUCTION OF FERRO-SILICON PLANT PENDING FULL REEVALUATION. COMMITTEES WERE ESTABLISHED TO STUDY MARKET TRANEDS, AVAILABILITY OF FINANCING AND CONSTRUCTION COSTS. ALTHOUGH NOT DISCUSSED DIRECTLY, IMPLICIT IN THIS STUDY WAS QUESTION OF WHETHER AN ADDITIONAL PARTNER MIGHT BE FOUND TO SHARE  
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EQUITY. COMMITTEES WILL REPORT AT FURTHER BOARD MEETING SCHEDULED

FOR MID-DECEMBER WHICH WILL ASSESS RESULTS. UC REP GAVE  
IMPRESSION THAT UNLESS THERE WERE SOME MAJOR CHANGE IN STIUATION,  
HE EXPECTS DECEMBER BOARD MEETING TO DECIDE ON INDEFINITE POST-  
PONEMENT.

2. MIN INDUSTRIES WILL REPORT TO CABINET EARLY THIS WEEK AND PUBLIC  
ANNOUNCEMENT BY GOI EXPECTED ABOUT NOV. 14. IN ORDER THAT GOI  
CAN PUT BEST PUBLIC FACE ON SITUATION WHICH COULD BE DEMAGING  
TO ITS INTERNATIONAL CREDIT RATING, IT IS IMPORTANT MATTER BE HELD  
CLOSELY UNTIL GOI ANNOUNCEMENT.  
IRVING

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** CONSTRUCTION, FINANCIAL AGREEMENTS, INDUSTRIAL PLANTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 10 NOV 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** GolinoFR  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975REYKJA01268  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** D750390-0451  
**From:** REYKJAVIK  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19751158/aaaacaez.tel  
**Line Count:** 72  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EUR  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 REYKJAVIK 1257  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** GolinoFR  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 29 APR 2003  
**Review Event:**  
**Review Exemptions:** n/a  
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**Review Markings:**

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06 JUL 2006

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**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** UNION CARBIDE TO DELAY PLANT CONSTRUCTION  
**TAGS:** PFOR, BDIS, IC, UNION CARBIDE  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006